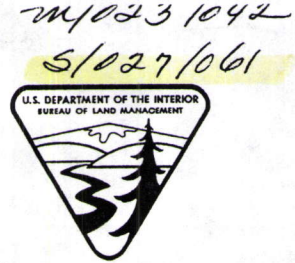




United States Department of the Interior

BUREAU OF LAND MANAGEMENT
HOUSE RANGE/WARM SPRINGS RESOURCE AREA

35 East 500 North
Fillmore, UT 84631



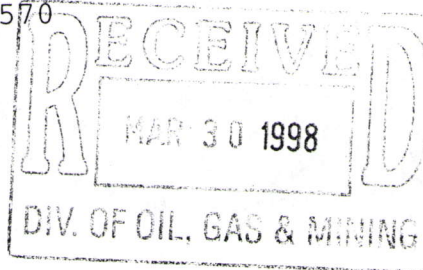
IN REPLY REFER TO:

3800

(U-054)

UTU-072860/UTU-072866

CERTIFIED MAIL # Z 432 442 570
RETURN RECEIPT REQUESTED



March 24, 1997

NEAL JENSEN
MANAGING PARTNER
BEG RESOURCES
PO BOX 361
NEPHI UT 84648

Dear Mr. Jensen:

We are in receipt of your Plan of Operations (Plan) that was faxed to this office on the afternoon of March 20, 1998. Earlier that day, a Notice of Noncompliance (NON) was sent to you, for failure to submit a Plan and a bond for your Dog Valley Limestone Quarry.

The terms of the NON will be considered to have been met when a complete Plan is submitted to this office, and an adequate bond is submitted to the Utah Division of Oil, Gas, and Mining (UDOGM). Your plan is incomplete in that it does not include detailed maps that illustrate the surface disturbance, and in that it does not include a detailed reclamation plan certified by a professional engineer licensed to practice in the State of Utah. The bond must be at least \$2,000 per acre, or fraction thereof. If UDOGM accepts the amount of the bond submitted to them as adequate to reclaim the site as if third-party contractors were performing the reclamation, then you do not have to have the reclamation plan certified by an engineer.

The NON stated that you would be allowed 15 days from receipt to meet the terms outlined within it. You received it on March 21, 1998, and must comply by April 6, 1998, or you will establish a record of noncompliance, and you will then have to cease and desist operations until the Plan is approved and a bond filed with the BLM. If you continue to operate in noncompliance, criminal charges may be filed, which could result in fines, and/or imprisonment.

You indicated in your March 20, 1998 letter to Tom Munson of UDOGM, that you are having difficulties finding a company that will bond your operation. If you contact this office, we can

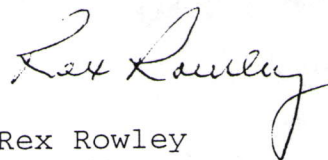
give you the name of a bonding company that provided a bond for an operation similar to yours.

Also, on March 20, 1998, a surface compliance inspection was conducted at the site of Western States Minerals proposed Cove Travertine Operation. The Notice was submitted to this office on June 20, 1995, and serialized UTU-072866. It was accepted on July 6, 1995.

The original claims that were located for the operation were never submitted to the Utah State Office of the BLM, and new claims were located in September, 1995. The Notice should have been amended to reflect the change, but since the recent inspection revealed that no surface disturbing activity has taken place on the claims, we are instead closing the case file. If, in the future, you wish to begin operations at the site, you must file a new notice 15 days in advance.

If you have any questions, please feel free to contact Ron Teseneer at (435)743-3126, or Sheri Wysong at (435)743-3125.

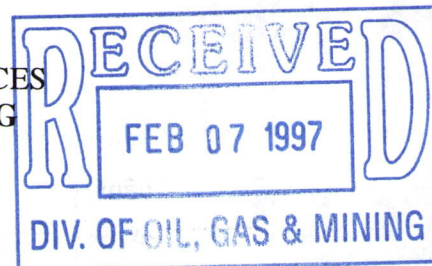
Sincerely,



Rex Rowley
Area Manager

cc: D. Wayne Hedberg, UDOGM (S/023/042, S/027/061)
Terry Steele, 296 N Center, Santaquin UT 84655
Robert Steele, 1055 N 400 E Nephi, UT 84646

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940



ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) 1-30-96 To (mo./yr.) 1-30-97
 2. DOGM File Number (Mine No): 5/027/061
 3. Mine Name: COVE TRAVEL TIRE 1
 4. Mineral(s) Mined (or permitted to mine): limestone
 5. Type of mine ☒ Surface Mine or ☐ Underground Mine
 6. Legal Description (Location of Lands Affected):
____ 1/4, ____ 1/4, Section _____, Township _____, Range _____
____ 1/4, ____ 1/4, Section _____, Township _____, Range _____
____ 1/4, ____ 1/4, Section _____, Township _____, Range _____
 7. Name of Operator or Company: Western Minerals
 8. Permanent Street Address: 96 South 1200 West
City, State, Zip: London Ut 84042
Phone: (801) 785-7711
 9. Company Representative (or designated operator):
Name: NEAL R JENSEN
Title: Mrg
Business Address: P.O. Box 786 SANTAGUIN
City, State, Zip: Santaquin Ut 84655
Phone: 754 5200 - 754 5940
- ☒ Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was the mine active during the past year? Yes ☐ No ☒
2. If active, how much ore or mineral was mined? NONE

3. How much **litional acreage** was disturbed during the past year? None
4. Briefly describe any new or additional surface disturbances that occurred during the past year. This description should include the type of work performed, and volume of material moved.

None

5. How much acreage was **reclaimed** during the past year? None
6. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.
- None
7. What is the **total disturbed acreage** at years end? None
8. Briefly summarize any mining and/or reclamation plans for the upcoming year.

We have to open this in 1998

NOTE: Section III., "Additional Information" applies only to **large mining operations**.

III. Additional Information

1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.
2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print):

NEAL R JENSEN

Title of Operator:

Western Mineral Manager

Signature of Operator:

Neal R Jensen

Date:

1-30-97

NOTICE OF LOCATION

NOTICE IS HEREBY GIVEN, That the undersigned having complied with the requirements of SECTION 2324 of the REVISED STATUTES of the United States, and the Local Laws, Customs, and Regulations of this District, have located Fifteen hundred feet (1500 ft.) in length by six hundred feet (600 ft.) in width, on this, the

Cove Travertine #6-A

Lode, Vein or Deposit.

bearing Gold, Silver, Copper, Lead and other valuable minerals, situated 1700 Feet West
IN NORTH FORK OF DRY GULCH, ETC

2nd 1480 feet South of North 1/4 CORNER of Section

5 Township 25 South Range 7 West S.L.B.M.

in the Cove Fort Mining District,

Millard

RICHLINE
County, State of Utah, the location

being described and marked on the ground as follows, to-wit:

Beginning 20 feet South of this location (Discovery)

Monument at the South end center monument, and running thence

West 300 feet to S.W. corner monument No. 1; thence North

1500 feet to N.W. corner monument No. 2; thence East 300 feet to

North end center monument; thence East 300 feet to N.E.

corner monument No. 3; thence South 1500 feet to S.E. corner Monument No.

4; thence West 300 feet to place of beginning; including all Dips, Spurs, Angles and Variations:

This claim is situated in the N.W. 1/4 of Section
5.

The above described Mining Claim shall be known as the: Cove Travertine #6-A

Located this 2nd day of September, 1995

RECORDING DATA:

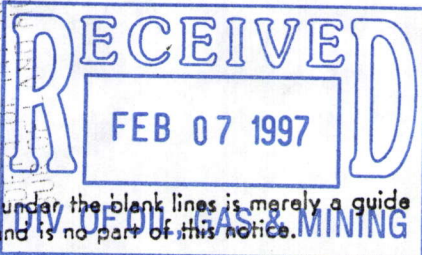
NAMES OF LOCATORS

Terry G. Steele

Robert Steele

00102554 Bx00289 Pg00829-00329

MILLARD COUNTY RECORDER - LINDA S CARTER
1995 SEP 07 09:51 AM FEE \$10.00 BY INS
REQUEST: STEELE, TERRY G



296 North Center Street

P.O. Box 353

Santaquin, Utah 84655

The small type under the blank lines is merely a guide for the locator and is no part of this notice.

NOTICE OF LOCATION

NOTICE IS HEREBY GIVEN, That the undersigned having complied with the requirements of SECTION 2324 of the REVISED STATUTES of the United States, and the Local Laws, Customs, and Regulations of this District, have located Fifteen hundred feet (1500 ft.) in length by six hundred feet (600 ft.) in width, on this, the

Cove TraverTine #5-A

Lode. Vein or Deposit.

*CLIMAX

bearing Gold, Silver, Copper, Lead and other valuable minerals, situated 500 feet West

IN NORTH FORK OF DRY GULCH, ETC

and 1520 Feet South of North $\frac{1}{4}$ CORNER OF Section

5, Township 25 South Range 7 West S.L.B.M.

in the Cove Fort Mining District,

Millard

RICHLINE

County, State of Utah, the location

being described and marked on the ground as follows, to-wit:

Beginning 20 feet NORTH of this location (Discovery)

309

SOUTH

Monument at the NORTH end center monument, and running thence

West

300 feet to

N.W

corner monument No. 1; thence

South

WEST

S.W.

corner monument No. 2; thence

East

300 feet to

South

end center monument; thence

East

300 feet to

S.E

NORTH

EAST

N-E

corner monument No. 3; thence

North

1500 feet to

N.E

corner Monument No.

SOUTH

S-E

4; thence West 300 feet to place of beginning; including all Dips, Spurs, Angles and Variations:

WEST

This Claim is Situated in the N.W $\frac{1}{4}$ S.W. $\frac{1}{4}$ OF Section 5.

The above described Mining Claim shall be known as the: Cove TraverTine #5-A

Located this 2nd day of September, 1995

RECORDING DATA:

NAMES OF LOCATORS

Terry G. Steele

Robert Steele

00102559 Bx00289 P300334-00034

HILLARD COUNTY RECORDER - LINDA S CARTER
1995 SEP 07 09:54 AM FEE \$10.00 BY IME
REQUEST: STEELE, TERRY G

55 NOV 20 1995

296 North Center Street

P.O. Box 353

Santaquin, Utah 84655

*The small type under the blank lines is merely a guide for the locator and is no part of this notice.

NOTICE OF LOCATION

NOTICE IS HEREBY GIVEN, That the undersigned having complied with the requirements of SECTION 2324 of the REVISED STATUTES of the United States, and the Local Laws, Customs, and Regulations of this District, have located Fifteen hundred feet (1500 ft.) in length by six hundred feet (600 ft.) in width, on this, the

Cove TRavertine # 4-A

Lode. Vein or Deposit.

*CLIMAX

bearing Gold, Silver, Copper, Lead and other valuable minerals, situated 1700 feet west
IN NORTH FORK OF DRY GULCH, ETC

2nd 1520 Feet south of North 1/4 corner of Section 5.
Township 25 South Range 7 West S.L.B.M.

in the Cove Fort Mining District,

Millard

*RICHLINE

County, State of Utah, the location

being described and marked on the ground as follows, to-wit:

Beginning 20 feet NORTH of this location (Discovery)

309

SOUTH

Monument at the North end center monument, and running thence

West

300 feet to

N.W.

corner monument No. 1; thence

South

WEST

1500 feet to S.W. corner monument No. 2; thence

East

300 feet to

South

end center monument; thence

East

300 feet to

S.E.

NORTH

EAST

N.E.

corner monument No. 3; thence

North

1500 feet to

N.E.

corner Monument No.

4; thence West 300 feet to place of beginning; including all Dips, Spurs, Angles and Variations:

WEST

This claim is situated in the N.W. & S.W 1/4 S
of Section 5.

The above described Mining Claim shall be known as the: Cove TRavertine # 4-A

Located this 2nd day of September, 1995

RECORDING DATA:

NAMES OF LOCATORS

Terry M. Steele

Robert Steele

00102558 BK00289 P00033-00833

MILLARD COUNTY RECORDER - LINDA S CARTER
1995 SEP 07 09:53 AM FEE \$10.00 BY INS
REQUEST: STEELE, TERRY G

95 NOV 28

296 North Center Street

P.O. Box 353

Santaquin, Utah 84655

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NOTICE OF LOCATION

NOTICE IS HEREBY GIVEN, That the undersigned having complied with the requirements of SECTION 2324 of the REVISED STATUTES of the United States, and the Local Laws, Customs, and Regulations of this District, have located Fifteen hundred feet (1500 ft.) in length by six hundred feet (600 ft.) in width, on this, the

Cove TraverTine #3-A

Lode. Vein or Deposit.

*CLIMAX

bearing Gold, Silver, Copper, Lead and other valuable minerals, situated 1100 feet West

IN NORTH FORK OF DRY GULCH, ETC

2nd 1520 feet South of North 1/4 CORNER of Section 5
Township 25 South Range 7 West S.L.B.M.

in the Cove Fort Mining District,

Millard

RICHLINE

County, State of Utah, the location

being described and marked on the ground as follows, to-wit:

Beginning 20 feet NORTH of this location (Discovery)

308

SOUTH

Monument at the NORTH end center monument, and running thence

West

WEST

300 feet to N.W.

SOUTH

corner monument No. 1; thence South

NORTH

1500 feet to S.W. corner monument No. 2; thence East 300 feet to

WEST

EAST

South

NORTH

end center monument; thence East 300 feet to S.E.

EAST

WEST

corner monument No. 3; thence NORTH 1500 feet to N.E. corner Monument No.

SOUTH

WEST

4; thence West 300 feet to place of beginning; including all Dips, Spurs, Angles and Variations:

WEST

This claim is situated in the N.W. & S.W. 1/4 of
Section 5.

The above described Mining Claim shall be known as the: Cove TraverTine #3-A

Located this 2nd day of September, 1995.

RECORDING DATA:

NAMES OF LOCATORS

Terry H. Steele

Robert Steele

00102557 BK00289 Pg00832-00832

MILLARD COUNTY RECORDER - LINDA S CARTER
1995 SEP 07 09:53 AM FEE \$10.00 BY INS
REQUEST: STEELE, TERRY G

296 North Center Street

P.O. Box 353

SANTIZQUIN, Utah 84655

*The small type under the blank lines is merely a guide for the locator and is no part of this notice.

NOTICE OF LOCATION

NOTICE IS HEREBY GIVEN, That the undersigned having complied with the requirements of SECTION 2324 of the REVISED STATUTES of the United States, and the Local Laws, Customs, and Regulations of this District, have located Fifteen hundred feet (1500 ft.) in length by six hundred feet (600 ft.) in width, on this, the

Cove TRAvERTine #2-A Lode, Vein or Deposit.

*CLIMAX

bearing Gold, Silver, Copper, Lead and other valuable minerals, situated 1100 Feet West

IN NORTH FORK OF DRY GULCH, ETC

2nd 1480 feet South of North 1/4 CORNER of Section 5
TOWNSHIP 25 South RANGE 7 West S.L.B.M

in the Cove Fort Mining District,

*RICHLINE

MILLARD County, State of Utah, the location

being described and marked on the ground as follows, to-wit:

Beginning 20 feet South of this location (Discovery)

SOS

SOUTH

Monument at the South end center monument, and running thence

West

WEST

300 feet to

S.W.

S. W.

corner monument No. 1; thence North

NORTH

1500 feet to N.W. corner monument No. 2; thence East

N W

EAST

North end center monument; thence East 300 feet to N.E.

NORTH

EAST

N. E.

corner monument No. 3; thence South 1500 feet to S.E. corner Monument No.

SOUTH

S. E.

4; thence West 300 feet to place of beginning; including all Dips, Spurs, Angles and Variations:

WEST

This claim is situated in the N.W. 1/4 of Section 5.

The above described Mining Claim shall be known as the: Cove TRAvERTine #2-A

Located this 2nd day of September, 1995

RECORDING DATA:

NAMES OF LOCATORS

00102556 BK00289 Pg00831-00831

MILLARD COUNTY RECORDER - LINDA S CARTER
1995 SEP 07 09:52 AM FEE \$10.00 BY IMS
REQUEST: STEELE, TERRY G

Terry S. Steele
Robert Steele

296 North Center Street
P.O. Box 353
Szntaguin, Utah 84655

*The small type under the blank lines is merely a guide for the locator and is no part of this notice.

NOTICE OF LOCATION

NOTICE IS HEREBY GIVEN, That the undersigned having complied with the requirements of SECTION 2324 of the REVISED STATUTES of the United States, and the Local Laws, Customs, and Regulations of this District, have located Fifteen hundred feet (1500 ft.) in length by six hundred feet (600 ft.) in width, on this, the

Cove TraverTine #1-A

Lode, Vein or Deposit.

*CLIMAX

bearing Gold, Silver, Copper, Lead and other valuable minerals, situated 500 feet West

IN NORTH FORK OF DRY GULCH, ETC

2nd 1480 feet South of North 1/4 corner of Section 5.
Township 25 South Range 7 West S.L.B.M.

in the Cove Fort Mining District,

RICHLINE

Millard

County, State of Utah, the location

being described and marked on the ground as follows, to-wit:

Beginning 20 feet South of this location (Discovery)

SOUTH

SOUTH

Monument at the South end center monument, and running thence

West

WEST

300 feet to

SOUTH

S. W.

corner monument No. 1; thence

North

NORTH

1500 feet to N. W. corner monument No. 2; thence East 300 feet to

N W

EAST

North

NORTH

end center monument; thence

East

EAST

300 feet to

N. E.

N. E.

corner monument No. 3; thence South 1500 feet to S. E. corner Monument No.

SOUTH

S. E.

4; thence West 300 feet to place of beginning; including all Dips, Spurs, Angles and Variations:

WEST

This claim is situated in the N.W. 1/4 of
Section 5.

The above described Mining Claim shall be known as the: Cove TraverTine #1-A

Located this 2nd day of September, 1995

RECORDING DATA:

NAMES OF LOCATORS

Terry H. Steele

Robert Steele

00102555 2x00239 Pg00830-00830

MILLARD COUNTY RECORDER - LINDA S CARTER
1225 SEP-07 09:52 AM FEE \$10.00 BY IMS
REQUEST: STEELE, TERRY G

95 NOV 28 11:05

296 North Center Street

P.O. Box 353

Santaquin, Utah 84655

*The small type under the blank lines is merely a guide for the locator and is no part of this notice.